

COPY NO. OCI NO. 0293/61

17 August 1961

# CURRENT INTELLIGENCE WEEKLY SUMMARY



Approved for Release 17 007 1502

## INTELLIGENCE AGENCY

OFFICE OF CURRENT INTELLIGENCE

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West German and West Berlin leaders have unged all Germans to remain calm and patient and avoid "emotional behavior" which would only worsen the sit-uation in East Germany. Defense Minister Strauss, at a campaign rally on 14 August, warned that any explosive reaction by West Germans to East German moves would lead to developments "impossible to control," adding, "If shooting starts, no one knows with what kinds of weapons it will end." Strauss criticized the overeagerness of West German businessmen for trade with the bloc and said that the East German Leipzig Fair, scheduled for 3-10 September, was no place for fest German participation.

Jest Berliners, meanwhile, are becoming increasingly restive over the lack of prompt Jestern countermeasures.

crowds on 15 . Figust criticized Brandt for making "high-sounding statements but failing to take concrete measures." To reduce the chances of incidents, Kest Berlin police are being kept on "maximum alert" and all demonstrations near the sector borders are forbidden.

At the large demonstration addressed by Mayors Brandt on 16 August, west Beiliners waved banners saying "Better dead than Red", "e demand countermeasures; "90 hours without doing anything"; and "Betrayed by the

the West?" Berlin officials scheduled the raily as a means of allowing the restive populace to "let off steam" and restore confidence. Some instances of panic buying have been reported, and city officials have been queried by anxious individuals as to whether they should go ahead with vacation plans or whether they should make preparations for leaving the city. Political leaders are fearful that a "crisis of confidence" may develop as a result of unfulfilled expectations of Mestern countermeasures.

Mest Berlin officials maintain that no "serious" trouble is expected from the loss of the 50,000 East Germans who had jobs in West Berlin. Most firms expect only a temporary inconvenience since they were careful to limit-the proportion of border crossers working in any one part of their operations. The greatest hardship will be experienced by small firms where the lack of one or two skilled workers can cause scribus trouble or whore most of the workers were border crossers.



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In an effort to halt the refugee flow, which reached near-panic proportions last week, the East German regime-purportedly at the behest of the Warsaw Pact countries-moved swiftly and effectively in the early morning hours of 13 August to scal off West Berlin from East Berlin and East Germany. At the same time it announced a series of decrees spelling out its actions.

## The New Decrees

All East Germans and East Berliners who wish to go to West Berlin will have to secure special permits from their local police. A veiled warning was issued to East Germans to stay out of East Berlin unless on official business. The number of crossing points on the sector border between East and West Berlin was reduced from 87 to 13. East German army, police, and security forces were brought in to control movement over the sector and zonal borders surrounding West Berlin. It also was decreed that East Berlin and East German "border crossers" who have been working in West Berlin must no longer work there.

The East German Ministry of Transport took steps to cut off elevated railroad (S-Bahn) service between West Berlin and both the Soviet sector and the East Zone. The S-Bahn, operated by the East German regime, has been the main transportation artery in the city and surrounding suburban areas. The S-Bahn service will be continued within West Berlin and, separately, in East Berlin and the zone. Similarly, the subway (U-Bahn) -- under Western control except for one line--is permitted to make only one stop on the two lines which run through East Berlin.

On 15 August, the East German Ministry of Interior issued a regulation requiring West Berliners to secure special permits for their cars or motorcycles to ontor East Berlin.
Thus, for the first time West
Berliners are forced to secure
permits to enter the Soviet
sector. This decree, like those
of 13 August, violates the postwar quadripartite agreements
providing for Four-Power occupation of all of Berlin as well
as the Four-Power Paris agreement of 20 June 1949 which ended
the blockade of Berlin.

The East Germans also reduced the number of East - West Berlin sector control points where West Germans may secure passes to visit East Berlin, This move underlines the regime's claim to the right to control West German travel into East Berlin, set forth initially in a decree of 8 September 1960-also in violation of the Four-Power status of Berlin. This decree was one of the major reasons leading Bonn to abrogate the interzonal trade agreement last September. Bonn rescinded this action only after the East Germans in December agreed. among other concessions, not to give effective enforcement to the 8 September decree.

The regime has announced also that it will be illegal for East Germans to accept identification papers from West Berlin or West Germany. Bonn hitherto had granted such identification to East Germans, on grounds of common German citizenship.

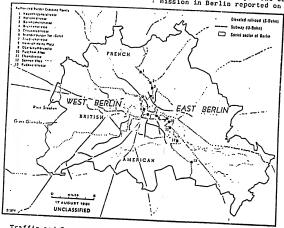
## Refugee Flights

rigures on the official registrations of East German refusees at the Marienfelde delique Reception Center for 12 through 15 August total 10,-712. The large majority of those escaped before the border closed on 13 August. No reliable count is yet available of those refusees who have since circumvented the new controls. Of the four-day total, 1,656 were border crossers; 994 of those came from East Berlin.

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sanctions might be imposed against the Communist bloc if the Berlin issue could not be settled.

There has, however, been interference with communications linking East Germany, West Berlin, and West Germany. The Us Mission in Berlin reported on



## Traffic and Communications

while traffic-either Allied or West German-between West Berlin and West Germany has not yet been affected, the regime has threatened to interfere with West German freight Shipments if Bonn resorts to economic countermeasures. Chancellor Adenauer in a speech on 14 August warned that trade

15 August that tolephone Service between East and West Germany was still interrupted, although that between West Berlin and West Germany was functioning normally. Telex service between East and West Berlin has been cut. These moves probably reflect the regime's attempt to deprive its own population of means to communicate with the West.

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Travel of East Germans to the lest appears to have been drastically cut. The press reports that East Germans are being ordered off trains at frontier points between East and West Germany. The Swedish travel bureau says that East Germans are no longer to be allowed to organize travel groups vin ferry to Sweden.

### Military Moves

Elements of two--and possibly three-Soviet divisions stationed outside Berlin were at the outset deployed in smull tank and infantry groups in a circle two to three miles from the city's Outer Ring. These elements had evidently with-Grawn or moved into assembly areas by the afternoon of 16 August. The East German army and police units which moved into the Berlin area this past week end are apparently still there.

## Popular Reaction

The East German population, cowed by the show of Soviet - East German force, is generally taking a cautious line in commenting on developments and evidently is closely weathern powers.

#### Soviet Position

The Soviet decision, apparently taken at the Warsaw Pact conference on 3-5 August, to authorize the controls to halt the refugee flow underscores the dilemma confronting Khrushchev. Since his talks with President Kennedy in Vienna in early June, the Soviet premier has sought to impress the West with hie determination to bring the Berlin situation to a head

tofore the end of the year. As part of his campaign to force the West into early negotiations on Soviet terms, he had gone to some lengths to create the impression that no Western moves could deflect the bloc from carrying through with its announced intentions. This more aggressive tone, however, was largely instrumental in precipitating the mass flight of East Germans which was an acute embarrassmant for Soviet police.

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indicated that the bloc fereign ministers will meet in "late fall" to consider the "results of the preparatory work" on a treaty, while Ulbricht indicated that drafting of a treaty was now in progress.

Khrushchev's speech of 11 August, however, is evidence that the USSR is still holding the door open to negotiations. While giving equal weight to threats against NATO Allies and to appeals for negotiations. Khrushchev sought to display some flexibility on the possibilities for a negotiated settlement. He reaffirmed that the USSR would offer "reliable guarantees" for a frec-city status and indicated that there could be several "variations" on the terms of such guarantees. He also claimed that the question of West Barlin was "in itself" not so difficult to solve, provided the issue was not turned into a "trial of strength.

The announcement on 10 August that Marshal Ivan Konev had been appointed commander of Soviet forces in East Germany was probably related to the decision to seal the Berlin sector boundaries and to the general Soviet strategy vis-avis the fest. Konev's appointment places a highly trusted and close associate of Khrushchev in a key position during a period of greatly increased tensions in Berlin. The advance notice that Koney was in command was probably calculated to impress the East German populace with the extent of Soviet support for the regine and Soviet willingness to use its forces to suppress any popular opposition.

The naming of Konev also served to underscore the seriousness of the measures recently announced by Khrushchev to "make the defensive might of the So-

viet Union even stronger and more dependable." The selection of Koney, commander of the War-saw Pact for five years and leader of the forces which captured Berlin, is also calculated to sharpen the repeated warning that the bloc will rebuff any resort to force by the West following a separate peace treaty. Khrushchev probably feels that the appointment of a man of Konev's prestige and experience will strengthen his efforts to impress the West with his determination to conclude a secarate treaty in the absence of a negotiated settle-

The 15 August letter of the Soviet commandant in Berlin, rejecting a 3 August Western protest against restrictions at that time on border crossers, previews the general diplomatic line the USSR can be expected to follow in connection with Western protests against the current control measures. The Soviet letter reaffirms Moscow's contention that East Germany has sole legal jurisdiction over East Berlin. Underlining the "exclusive competence" of the Ulbricht regime in East Berlin, it charges the West with using the "occupation regime in West Berlin for intolerable provocations and undermining activities" against East Germany and the bloc.

Reaction in West Germany and West Berlin





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